

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1905 - HB 1876

February 8, 2014

SUMMARY OF BILL: Requires the Tennessee Student Assistance Corporation (TSAC) to award a STEP UP scholarship to students enrolled in an eligible postsecondary program in FY13-14, who are in their second year of study, and who would have qualified for a STEP UP scholarship in their first year of study if the STEP UP program had been in effect. Authorizes such students to receive the scholarship for one year, provided they met certain continuation requirements under Tenn. Code Ann. § 49-4-943(c) after their first year of study. Requires TSAC to make the scholarship award retroactively if the student completes the program or the award was not made prior to the effective date of this bill.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures –

\$24,000/One-Time/Lottery for Education Account

Assumptions:

- TSAC estimates six students will receive a one-time STEP UP scholarship in FY14-15.
- Each student will receive a \$4,000 scholarship.
- The one-time increase in state expenditures from the Lottery for Education Account is estimated to be \$24,000 (\$4,000 x 6). Such expenditure of funds will occur in FY14-15.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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